

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION AND NOTICE OF KENTON COUNTY)	
WATER DISTRICT NO. 1: (A) TO ISSUE)	
REVENUE BONDS IN THE APPROXIMATE PRINCIPAL)	
AMOUNT OF \$16,160,000 (A PORTION FOR)	
REFUNDING OF BOND ANTICIPATION NOTES);)	
(B) TO CONSTRUCT ADDITIONAL PLANT)	CASE NO. 91-046
FACILITIES OF APPROXIMATELY \$8,317,000;)	
(C) NOTICE OF ADJUSTMENT OF RATES)	
EFFECTIVE MAY 1, 1991; AND, (D) APPROVAL,)	
IF NECESSARY, OF CONTINUING MISCELLANEOUS)	
LONG-TERM INDEBTEDNESS)	

O R D E R

On April 11, 1991, Kenton County Water District No. 1 ("Kenton District") filed an application with the Commission wherein it proposes to adjust its water rates for service rendered on and after May 1, 1991. As KRS 278.160 requires a utility to provide 30 days' notice of any rate adjustment, Kenton District's proposed rate adjustment will become effective on May 11, 1991.

The Commission finds that further proceedings are necessary in order to determine the reasonableness of the proposed rates and that such proceedings cannot be completed prior to the effective date.

IT IS THEREFORE ORDERED that:

1. The proposed rates hereby are suspended pursuant to KRS 278.190(2) up to and including October 10, 1991.

2. Kenton District shall provide public notice of the proposed rates in accordance with the provisions set out in 807 KAR 5:011, Section 8(2) and (3).

3. The procedural schedule appended hereto shall be followed.

4. All requests for information and responses thereto shall be appropriately indexed. All responses shall include the name of the witness who will be responsible for responding to the questions related to the information provided, with copies to all parties of record and 12 copies to the Commission.

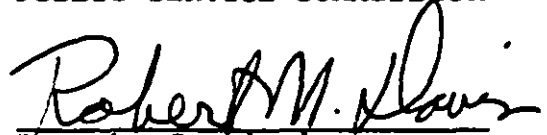
5. Kenton District shall give notice of the hearing in accordance with the provisions set out in 807 KAR 5:011, Section 8(5).

6. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of compelling reasons.

7. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 19th day of April, 1991.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director

APPENDIX

**APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 91-046 DATED 4/19/91**

Kenton District shall file its testimony
in verified form no later than.....5/06/91

All requests for information to Kenton District
shall be due no later than.....5/16/91

Kenton District shall mail or deliver responses to
the original requests for information no later
than.....5/28/91

All supplemental requests for information (to
include only those matters within the scope of
the initial requests) to Kenton District shall be
due no later than.....6/07/91

Kenton District shall mail or deliver responses
to supplemental requests for information no
later than.....6/17/91

Intervenors testimony, if any, shall be filed
in verified prepared form no later than.....6/27/91

All requests for information to Intervenors shall
be due no later than.....7/08/91

Intervenors shall mail or deliver responses to
requests for information no later than.....7/18/91

Public Hearings are to begin at 10:00 a.m.,
Eastern Daylight Time, in Hearing Room 1 of the
Commission's offices at Frankfort, Kentucky,
for the purpose of cross-examination of witnesses
of Kenton District and witnesses of the
Intervenors.....7/30/91